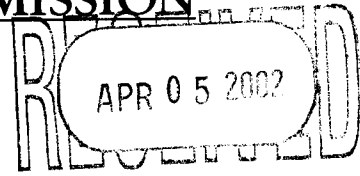


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**



ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

5

W-01698A  
SUN VALLEY UTILITIES INC.  
P. O. BOX 4054  
SUN VALLEY AZ 86029-

**ANNUAL REPORT**

**FOR YEAR ENDING**

|    |    |      |
|----|----|------|
| 12 | 31 | 2001 |
|----|----|------|

FOR COMMISSION USE

|       |    |
|-------|----|
| ANN04 | 01 |
|-------|----|

Processed by:

4-5-02 C.L.-

SCANNED

## COMPANY INFORMATION

|   |                             |                                    |
|---|-----------------------------|------------------------------------|
| <b>Company Name (Business Name)</b> <u>Sun Valley Utilities, Inc.</u> |                             |                                    |
| Mailing Address <u>P.O. Box 4054</u>                                  |                             |                                    |
| (Street)  |                             |                                    |
| <u>Sun Valley AZ 86029</u>  |                             |                                    |
| (City)  | (State)                     | (Zip)                              |
| <u>928-524-3515</u>   | <u>N/A</u>                  | <u>N/A</u>                         |
| Telephone No. (Include Area Code)                                     | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address <u>N/A</u>  |                             |                                    |
| Local Office Mailing Address <u>Same as above</u>                     |                             |                                    |
| (Street)  |                             |                                    |
| (City)  | (State)                     | (Zip)                              |
| Local Office Telephone No. (Include Area Code)                        |                             |                                    |
| Fax No. (Include Area Code)   |                             |                                    |
| Pager/Cell No. (Include Area Code)                                    |                             |                                    |
| Email Address _____   |                             |                                    |

## MANAGEMENT INFORMATION

|  |                             |                                    |              |
|--|-----------------------------|------------------------------------|--------------|
| <b>Management Contact:</b> <u>Juanita Vicars</u> |                             | <u>Secretary</u>                   |              |
| (Name)   |                             | (Title)                            |              |
| <u>P.O. Box 4054</u>                             | <u>Sun Valley</u>           | <u>AZ</u>                          | <u>86029</u> |
| (Street)   | (City)                      | (State)                            | (Zip)        |
| <u>928-524-3515</u>                              |                             |                                    |              |
| Telephone No. (Include Area Code)                | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |              |
| Email Address <u>N/A</u>                         |                             |                                    |              |
| <b>On Site Manager:</b> <u>Same as above</u>     |                             |                                    |              |
| (Name)   |                             |                                    |              |
| (Street)   | (City)                      | (State)                            | (Zip)        |
| Telephone No. (Include Area Code)                |                             |                                    |              |
| Fax No. (Include Area Code)                      |                             |                                    |              |
| Pager/Cell No. (Include Area Code)               |                             |                                    |              |
| Email Address _____                              |                             |                                    |              |

**Statutory Agent:** Eugene Harper

(Name)

7666 Pinto

Sun Valley

AZ

86029

(Street)

(City)

(State)

(Zip)

928-524-3205

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Mariscal, Weeks, McIntyre & Friedlander

(Name)

2901 N. Central Avenue

Phoenix

AZ

85012-7505

(Street)

(City)

(State)

(Zip)

602-285-5000

N/A

N/A

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**

☐ **C Corporation (C) (Other than Association/Co-op)**

☐ **Partnership (P)**

☐ **Subchapter S Corporation (Z)**

☐ **Bankruptcy (B)**

☐ **Association/Co op (A)**

☐ **Receivership (R)**

☐ **Limited Liability Company**

☒ **Other (Describe)** Not For Profit

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ **APACHE**

☐ **COCHISE**

☐ **COCONINO**

☐ **GILA**

☐ **GRAHAM**

☐ **GREENLEE**

☐ **LA PAZ**

☐ **MARICOPA**

☐ **MOHAVE**

☒ **NAVAJO**

☐ **PIMA**

☐ **PINAL**

☐ **SANTA CRUZ**

☐ **YAVAPAI**

☐ **YUMA**

☐ **STATEWIDE**

**COMPANY NAME**

Sun Valley Utilities, Inc.

**UTILITY PLANT IN SERVICE**

| <b>Acct.<br/>No.</b> | <b>DESCRIPTION</b>                        | <b>Original<br/>Cost (OC)</b> | <b>Accumulated<br/>Depreciation<br/>(AD)</b> | <b>O.C.L.D.<br/>(OC less AD)</b> |
|----------------------|---|-------------------------------|--|----------------------------------|
| 301                  | Organization                              | N / A                         |  |                                  |
| 302                  | Franchises                                | N / A                         |  |                                  |
| 303                  | Land and Land Rights                      | 2 , 372                       |  |                                  |
| 304                  | Structures and Improvements               | 6 , 500                       |  |                                  |
| 307                  | Wells and Springs                         | 18 , 694                      |  |                                  |
| 311                  | Pumping Equipment                         | 36 , 504                      |  |                                  |
| 320                  | Water Treatment Equipment                 | N / A                         |  |                                  |
| 330                  | Distribution Reservoirs and<br>Standpipes | 40 , 000                      |  |                                  |
| 331                  | Transmission and Distribution Mains       | 63 , 763                      |  |                                  |
| 333                  | Services                                  | 8 , 000                       |  |                                  |
| 334                  | Meters and Meter Installations            | 2 , 500                       |  |                                  |
| 335                  | Hydrants                                  | 3 , 000                       |  |                                  |
| 336                  | Backflow Prevention Devices               |                               |  |                                  |
| 339                  | Other Plant and Misc. Equipment           |                               |  |                                  |
| 340                  | Office Furniture and Equipment            | 9 , 790                       |  |                                  |
| 341                  | Transportation Equipment                  |                               |  |                                  |
| 343                  | Tools, Shop and Garage Equipment          |                               |  |                                  |
| 344                  | Laboratory Equipment                      |                               |  |                                  |
| 345                  | Power Operated Equipment                  | 7 , 000                       |  |                                  |
| 346                  | Communication Equipment                   |                               |  |                                  |
| 347                  | Miscellaneous Equipment                   |                               |  |                                  |
| 348                  | Other Tangible Plant                      | 20 , 820                      |  |                                  |
|                      | <b>TOTALS</b>                             | 218 , 943                     |  |                                  |

This amount goes on the Balance Sheet Acct. No. 108

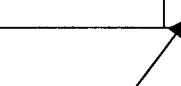
COMPANY NAME

Sun Valley Utilities, Inc.

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

| Acct.<br>No. | DESCRIPTION                            | Original<br>Cost (1)      | Depreciation<br>Percentage<br>(2) | Depreciation<br>Expense<br>(1x2) |
|--------------|--|---------------------------|-----------------------------------|----------------------------------|
| 301          | Organization                           | N/A no depreciation taken |                                   |                                  |
| 302          | Franchises                             |                           |                                   |                                  |
| 303          | Land and Land Rights                   |                           |                                   |                                  |
| 304          | Structures and Improvements            |                           |                                   |                                  |
| 307          | Wells and Springs                      |                           |                                   |                                  |
| 311          | Pumping Equipment                      |                           |                                   |                                  |
| 320          | Water Treatment Equipment              |                           |                                   |                                  |
| 330          | Distribution Reservoirs and Standpipes |                           |                                   |                                  |
| 331          | Transmission and Distribution Mains    |                           |                                   |                                  |
| 333          | Services                               |                           |                                   |                                  |
| 334          | Meters and Meter Installations         |                           |                                   |                                  |
| 335          | Hydrants                               |                           |                                   |                                  |
| 336          | Backflow Prevention Devices            |                           |                                   |                                  |
| 339          | Other Plant and Misc. Equipment        |                           |                                   |                                  |
| 340          | Office Furniture and Equipment         |                           |                                   |                                  |
| 341          | Transportation Equipment               |                           |                                   |                                  |
| 343          | Tools, Shop and Garage Equipment       |                           |                                   |                                  |
| 344          | Laboratory Equipment                   |                           |                                   |                                  |
| 345          | Power Operated Equipment               |                           |                                   |                                  |
| 346          | Communication Equipment                |                           |                                   |                                  |
| 347          | Miscellaneous Equipment                |                           |                                   |                                  |
| 348          | Other Tangible Plant                   |                           |                                   |                                  |
|              | <b>TOTALS</b>                          |                           |                                   |                                  |

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.



## BALANCE SHEET

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING OF<br>YEAR | BALANCE AT<br>END OF<br>YEAR |
|--------------|---|------------------------------------|------------------------------|
|              | <b>ASSETS</b>                               |                                    |                              |
|              |   |                                    |                              |
|              | <b>CURRENT AND ACCRUED ASSETS</b>           |                                    |                              |
| 131          | Cash  | \$ 450                             | \$ 450                       |
| 134          | Working Funds                               | 15,747                             | 15,194                       |
| 135          | Temporary Cash Investments                  | 54,571                             | 56,109                       |
| 141          | Customer Accounts Receivable                |                                    |                              |
| 146          | Notes/Receivables from Associated Companies |                                    |                              |
| 151          | Plant Material and Supplies                 |                                    |                              |
| 162          | Prepayments                                 | 2,291                              | 2,281                        |
| 174          | Miscellaneous Current and Accrued Assets    |                                    |                              |
|              | <b>TOTAL CURRENT AND ACCRUED ASSETS</b>     | \$ 73,059                          | \$ 74,034                    |
|              |   |                                    |                              |
|              | <b>FIXED ASSETS</b>                         |                                    |                              |
| 101          | Utility Plant in Service                    | \$ 216,571                         | \$ 216,571                   |
| 103          | Property Held for Future Use                | 2,372                              | 2,372                        |
| 105          | Construction Work in Progress               |                                    |                              |
| 108          | Accumulated Depreciation – Utility Plant    |                                    |                              |
| 121          | Non-Utility Property                        |                                    |                              |
| 122          | Accumulated Depreciation – Non Utility      |                                    |                              |
|              | <b>TOTAL FIXED ASSETS</b>                   | \$ 218,943                         | \$ 218,943                   |
|              |   |                                    |                              |
|              | <b>TOTAL ASSETS</b>                         | \$ 292,002                         | \$ 292,977                   |

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

|                     |                            |
|---------------------|----------------------------|
| <b>COMPANY NAME</b> | Sun Valley Utilities, Inc. |
|---------------------|----------------------------|

## BALANCE SHEET (CONTINUED)

| Acct.<br>No. |   | BALANCE AT<br>BEGINNING OF<br>YEAR | BALANCE AT<br>END OF<br>YEAR |
|--------------|---|------------------------------------|------------------------------|
|              | <b>LIABILITIES</b>                                |                                    |                              |
|              | <b>CURRENT LIABILITIES</b>                        |                                    |                              |
| 231          | Accounts Payable                                  | \$                                 | \$                           |
| 232          | Notes Payable (Current Portion)                   |                                    |                              |
| 234          | Notes/Accounts Payable to Associated Companies    |                                    |                              |
| 235          | Customer Deposits                                 |                                    |                              |
| 236          | Accrued Taxes                                     | 529                                | 89                           |
| 237          | Accrued Interest                                  |                                    |                              |
| 241          | Miscellaneous Current and Accrued Liabilities     |                                    |                              |
|              | <b>TOTAL CURRENT LIABILITIES</b>                  | \$ 529                             | \$ 89                        |
|              | <b>LONG-TERM DEBT (Over 12 Months)</b>            |                                    |                              |
| 224          | Long-Term Notes and Bonds                         | \$ 0                               | \$ 0                         |
|              | <b>DEFERRED CREDITS</b>                           |                                    |                              |
| 251          | Unamortized Premium on Debt                       | \$ 0                               | \$ 0                         |
| 252          | Advances in Aid of Construction                   |                                    |                              |
| 255          | Accumulated Deferred Investment Tax Credits       |                                    |                              |
| 271          | Contributions in Aid of Construction              |                                    |                              |
| 272          | Less: Amortization of Contributions               |                                    |                              |
| 281          | Accumulated Deferred Income Tax                   |                                    |                              |
|              | <b>TOTAL DEFERRED CREDITS</b>                     | \$ 0                               | \$ 0                         |
|              | <b>TOTAL LIABILITIES</b>                          | \$ 529                             | \$ 89                        |
|              | <b>CAPITAL ACCOUNTS</b>                           |                                    |                              |
| 201          | Common Stock Issued                               | \$                                 | \$                           |
| 211          | Paid in Capital in Excess of Par Value            |                                    |                              |
| 215          | Retained Earnings / Unrestricted Assets           | 291,473                            | 292,888                      |
| 218          | Proprietary Capital (Sole Props and Partnerships) |                                    |                              |
|              | <b>TOTAL CAPITAL</b>                              | \$ 291,473                         | \$ 292,888                   |
|              | <b>TOTAL LIABILITIES AND CAPITAL</b>              | \$ 292,002                         | \$ 292,977                   |

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct.<br>No. | OPERATING REVENUES                        | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461          | Metered Water Revenue                     | \$ 42,206  | \$ 45,553    |
| 460          | Unmetered Water Revenue                   |            |              |
| 474          | Other Water Revenues                      |            |              |
|              | <b>TOTAL REVENUES</b>                     | \$ 42,206  | \$ 45,553    |
|              |   |            |              |
|              | <b>OPERATING EXPENSES</b>                 |            |              |
| 601          | Salaries and Wages                        | \$ 11,016  | \$ 10,872    |
| 610          | Purchased Water                           |            |              |
| 615          | Purchased Power                           | 8,746      | 8,190        |
| 618          | Chemicals                                 | 1,578      | 4,876        |
| 620          | Repairs and Maintenance                   | 429        | 856          |
| 621          | Office Supplies and Expense               | 1,035      | 239          |
| 630          | Outside Services                          | 1,185      | 5,803        |
| 635          | Water Testing                             |            | 4,020        |
| 641          | Rents                                     |            | 26           |
| 650          | Transportation Expenses                   |            |              |
| 657          | Insurance – General Liability             |            |              |
| 659          | Insurance - Health and Life               |            |              |
| 666          | Regulatory Commission Expense – Rate Case |            |              |
| 675          | Miscellaneous Expense                     | 5,080      | 4,517        |
| 403          | Depreciation Expense                      |            |              |
| 408          | Taxes Other Than Income                   | 974        | 3,826        |
| 408.11       | Property Taxes                            | 5,296      | 2,475        |
| 409          | Income Tax                                |            |              |
|              | <b>TOTAL OPERATING EXPENSES</b>           | \$ 35,339  | \$ 45,700    |
|              |   |            |              |
|              | <b>OTHER INCOME/EXPENSE</b>               |            |              |
| 419          | Interest and Dividend Income              | \$ 3,116   | \$ 1,562     |
| 421          | Non-Utility Income                        |            |              |
| 426          | Miscellaneous Non-Utility Expenses        |            |              |
| 427          | Interest Expense                          |            |              |
|              | <b>TOTAL OTHER INCOME/EXP</b>             | \$ 3,116   | \$ 1,562     |
|              |   |            |              |
|              | <b>NET INCOME/(LOSS)</b>                  | \$ 9,983   | \$ 1,415     |



**COMPANY NAME**      Sun Valley Utilities, Inc.

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

|                        | <b>LOAN #1</b> | <b>LOAN #2</b> | <b>LOAN #3</b> | <b>LOAN #4</b> |
|------------------------|----------------|----------------|----------------|----------------|
| Date Issued            | N / A          |                |                |                |
| Source of Loan         |                |                |                |                |
| ACC Decision No.       |                |                |                |                |
| Reason for Loan        |                |                |                |                |
| Dollar Amount Issued   | \$             | \$             | \$             | \$             |
| Amount Outstanding     | \$             | \$             | \$             | \$             |
| Date of Maturity       |                |                |                |                |
| Interest Rate          |                |                |                |                |
| Current Year Interest  | \$             | \$             | \$             | \$             |
| Current Year Principle | \$             | \$             | \$             | \$             |

Meter Deposit Balance at Test Year End      \$      -----

Meter Deposits Refunded During the Test Year      \$      -----

**COMPANY NAME** Sun Valley Utilities, Inc.

## WATER COMPANY PLANT DESCRIPTION

### WELLS

| ADWR ID Number | Pump<br>Horsepower | Pump Yield<br>(Gpm) | Casing Size<br>(inches) | Meter Size<br>(inches) |
|----------------|--------------------|---------------------|-------------------------|------------------------|
| Well           | 7.5                | 70 GPM              | 8                       | 2                      |
| Well           | 7.5                | 70 GPM              | 8                       | 2                      |
|                |                    |                     |                         |                        |
|                |                    |                     |                         |                        |
|                |                    |                     |                         |                        |
|                |                    |                     |                         |                        |

### OTHER WATER SOURCES

| Name or Description | Capacity<br>(gpm) | Gallons Purchased or Obtained<br>(in thousands) |
|---------------------|-------------------|---|
| N/A                 |                   |   |
|                     |                   |   |

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = 21,207

| BOOSTER PUMPS |          | FIRE HYDRANTS     |                |
|---------------|----------|-------------------|----------------|
| Horsepower    | Quantity | Quantity Standard | Quantity Other |
| 1             | 200 GPM  |                   |                |
| 2             | 200 GPM  |                   |                |
| 3             | 200 GPM  |                   |                |
|               |          |                   |                |

| STORAGE TANKS |          | PRESSURE TANKS |          |
|---------------|----------|----------------|----------|
| Capacity      | Quantity | Capacity       | Quantity |
| 50,000        | 1        | 5,000          | 1        |
| 28,000        | 1        | 2,000          | 1        |
|               |          | 1,000          | 1        |
|               |          |                |          |

**STATISTICAL INFORMATION**

Total number of customers \_\_\_\_\_ 82 \_\_\_\_\_

Total number of gallons sold \_\_\_\_\_ 21 , 207 , 453 \_\_\_\_\_ gallons

COMPANY NAME Sun Valley Utilities, Inc.

YEAR ENDING 12/31/2001

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported N / AEstimated or Actual Federal Tax Liability State Taxable Income Reported N / AEstimated or Actual State Tax Liability 

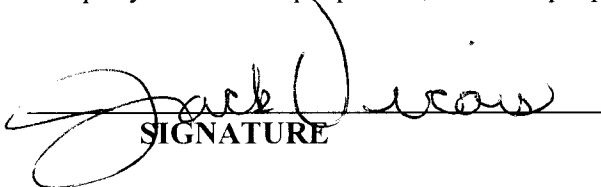
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances N / AAmount of Gross-Up Tax Collected Total Grossed-Up Contributions/Advances 

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE4/3/02  
DATEJack Vlcars  
PRINTED NAMEBoard President  
TITLE

**COMPANY NAME** Sun Valley Utilities, Inc. **YEAR ENDING 12/31/2001**

**WATER AND SEWER  
UTILITIES ONLY**

**PROPERTY TAXES**

**Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)**

\$ 2,475.48

**Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled Checks for property tax payments) of any and all property taxes paid during the calendar year.**

**If no property taxes paid, explain reasons below:**

---

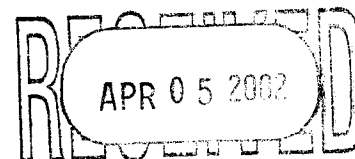
---

---

---

---

# VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only



## VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

|  |                       |
|--|-----------------------|
| COUNTY OF (COUNTY NAME)<br>Navajo                            | Director of UTILITIES |
| NAME (OWNER OR OFFICIAL) TITLE<br>Juanita Vicars - Secretary |                       |
| COMPANY NAME<br>Sun Valley Utilities, Inc.                   |                       |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

|       |     |      |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12    | 31  | 2001 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

## SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 45,553.00

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 2,270.00

IN SALES TAXES BILLED, OR COLLECTED

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

*Juanita Vicars*  
SIGNATURE OF OWNER OR OFFICIAL  
928-524-3515  
TELEPHONE NUMBER

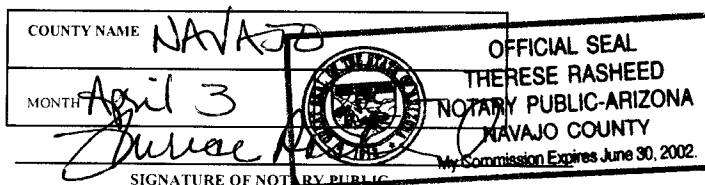
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3, April, 2002 DAY OF

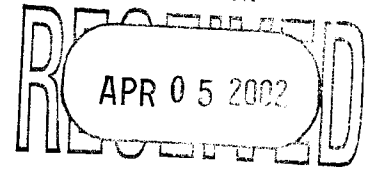
(SEAL)

MY COMMISSION EXPIRES 6/30/2002



**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION  
COMMISSION



Director of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Navajo

NAME (OWNER OR OFFICIAL)  
Juanita Vicars

TITLE  
Secretary

COMPANY NAME  
Sun Valley Utilities, Inc.

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12    | 31  | 2001 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

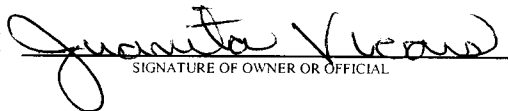
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 45,553.00

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 2,270.00  
IN SALES TAXES BILLED, OR COLLECTED

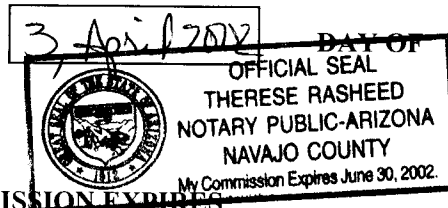
\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

X   
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



(SEAL)

MY COMMISSION EXPIRES

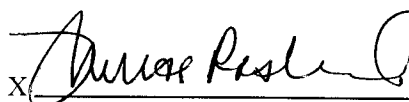
NOTARY PUBLIC NAME

COUNTY NAME

MONTH

April

2002

X 

SIGNATURE OF NOTARY PUBLIC

## 2001 TAX NOTICE

JAN. 1, 2001  
TO  
DEC. 31, 2001

COUNTY OF NAVAJO

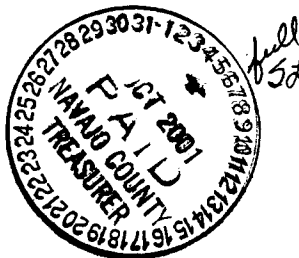
ARIZONA

ADDRESS: P O BOX 668  
HOLBROOK AZ 86025LEGAL DESCRIPTION: SECTION TWN RNG ACRES USE  
TOTAL VALUE OF OPERATING PROPERTY  
105-27-142 125 105-32-272 1,500TAX ROLL NUMBER  
75161PARCEL IDENTIFICATION  
901-70-300 4TAX AREA CODE  
0300IMPORTANT - SEE REVERSE SIDE  
FOR COMPLETE EXPLANATION OF  
YOUR 2001 TAX NOTICE AND  
PAYMENT INSTRUCTIONS.

901-70-300 4 75161

SUN VALLEY UTILITIES INC  
JUANITA VICARS/SECRETARY  
PO BOX 4054  
SUN VALLEY AZ

86029-4054



## 2001 TAX SUMMARY (3)

|                             |          |
|-----------------------------|----------|
| PRIMARY AD VALOREM TAX      | 1,846.44 |
| LESS STATE AID TO EDUCATION | .00      |
| NET PRIMARY AD VALOREM TAX  | 1,846.44 |
| SECONDARY AD VALOREM TAX    | 479.94   |
| SPECIAL DISTRICT TAX        | .00      |

## PAY TOTAL OR HALF TAX

|               |          |
|---------------|----------|
| TOTAL TAX DUE | 2,326.38 |
| HALF TAX      | 1,163.19 |

## DELINQUENT DATES

1st HALF NOV. 1, 2001  
2nd HALF MAY 1, 2002THIS IS THE ONLY NOTICE YOU WILL RECEIVE  
NO RECEIPT WILL BE SENT UNLESS REQUESTED

| PRIMARY PROPERTY TAX CALCULATION (1) |               |           |                |           |          |                |
|--------------------------------------|---------------|-----------|----------------|-----------|----------|----------------|
| ITEM                                 | LIMITED VALUE | ASSTMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| LAND, BLDGS, ETC.                    | 1625          | 25.0      | 406            | 0         | 8.2067   | 3333           |
| PERSONAL PROPERTY                    | 88372         | 25.0      | 22093          | 0         | 8.2067   | 181311         |
| TOTALS                               | 89997         |           | 22499          | 0         |          | 184644         |

| SECONDARY PROPERTY TAX CALCULATION (2) |                 |           |                |           |          |                |
|--|-----------------|-----------|----------------|-----------|----------|----------------|
| ITEM                                   | FULL CASH VALUE | ASSTMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| LAND                                   | 1625            | 25.0      | 406            | 0         | 23335    | 948            |
| BLDGS, ETC.                            | 0               | 0         | 0              | 0         | 0        | 00             |
| PERSONAL PROPERTY                      | 88372           | 25.0      | 22093          | 0         | 21294    | 47046          |
| TOTALS                                 | 89997           |           | 22499          | 0         |          | 47994          |

## 2000-2001 TAX COMPARISON (4)

| TAX CODE | TAX JURISDICTION               | 2001 PRIMARY | 2001 SECONDARY | 2001 TOTAL | 2000 TOTAL | DIFFERENCE |
|----------|--------------------------------|--------------|----------------|------------|------------|------------|
| 02000    | NAVAJO COUNTY                  | 14639        | 00             | 14639      | 14501      | 138        |
| 02001    | SCHOOL EQUALIZATION            | 11191        | 00             | 11191      | 11641      | -450       |
| 07003    | HOLBROOK SD #3                 | 132931       | 39226          | 172157     | 173909     | -1752      |
| 08150    | NORTHLAND JUNIOR COLLEGE       | 25883        | 5985           | 31868      | 32055      | -187       |
| 11900    | FIRE DISTRICT ASSISTANCE FUND  | 00           | 2250           | 2250       | 2273       | -23        |
| 14900    | NAVAJO COUNTY LIBRARY DISTRICT | 00           | 450            | 450        | 454        | -04        |
| 15728    | NAVAJO COUNTY FCD              | 00           | 83             | 83         | 4531       | -4448      |
|          | TOTALS                         | 184644       | 47994          | 232638     | 239364     | -6726      |

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES



## 2001 TAX NOTICE

JAN. 1, 2001  
TO  
DEC. 31, 2001

COUNTY OF NAVAJO

ARIZONA

ADDRESS: P O BOX 668  
HOLBROOK AZ 86025

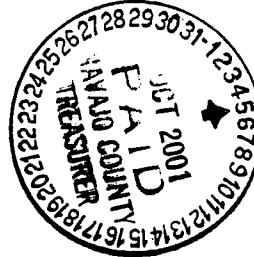
LEGAL DESCRIPTION: SECTION TWN RNG ACRES USE 5500  
 TOTAL VALUE OF OPERATING PROPERTY  
 105-27-040 1,506 105-27-143 754  
 105-27-144 754 105-32-271 1,000  
 105-34-229 689

TAX ROLL NUMBER  
75162PARCEL IDENTIFICATION  
901-70-307 5TAX AREA CODE  
0307

IMPORTANT - SEE REVERSE SIDE  
 FOR COMPLETE EXPLANATION OF  
 YOUR 2001 TAX NOTICE AND  
 PAYMENT INSTRUCTIONS.

901-70-307 5 75162

SUN VALLEY UTILITIES INC  
 JUANITA VICARS/SECRETARY  
 PO BOX 4054  
 SUN VALLEY AZ 86029-4054



## 2001 TAX SUMMARY (3)

|                             |      |
|-----------------------------|------|
| PRIMARY AD VALOREM TAX      | 9652 |
| LESS STATE AID TO EDUCATION | 00   |
| NET PRIMARY AD VALOREM TAX  | 9652 |
| SECONDARY AD VALOREM TAX    | 5258 |
| SPECIAL DISTRICT TAX        | 00   |

## PAY TOTAL OR HALF TAX

|               |       |
|---------------|-------|
| TOTAL TAX DUE | 14910 |
| HALF TAX      | 7455  |

## DELINQUENT DATES

1st HALF NOV. 1, 2001  
 2nd HALF MAY 1, 2002

THIS IS THE ONLY NOTICE YOU WILL RECEIVE  
 NO RECEIPT WILL BE SENT UNLESS REQUESTED

| PRIMARY PROPERTY TAX CALCULATION (1)   |                 |          |                |           |          |                |
|--|-----------------|----------|----------------|-----------|----------|----------------|
| ITEM                                   | LIMITED VALUE   | ASSMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| LAND, BLDGS, ETC.                      | 4703            | 250      | 1176           | 0         | 82067    | 9652           |
| PERSONAL PROPERTY                      | 0               | 0        | 0              | 0         | 82067    | 00             |
| TOTALS                                 | 4703            |          | 1176           | 0         |          | 9652           |
| SECONDARY PROPERTY TAX CALCULATION (2) |                 |          |                |           |          |                |
| ITEM                                   | FULL CASH VALUE | ASSMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| LAND                                   | 4703            | 250      | 1176           | 0         | 44695    | 5258           |
| BLDGS, ETC.                            | 0               | 0        | 0              | 0         | 0        | 00             |
| PERSONAL PROPERTY                      | 0               | 0        | 0              | 0         | 42654    | 00             |
| TOTALS                                 | 4703            |          | 1176           | 0         |          | 5258           |

## 2000-2001 TAX COMPARISON (4)

| TAX CODE | TAX JURISDICTION               | 2001 PRIMARY | 2001 SECONDARY | 2001 TOTAL | 2000 TOTAL | DIFFERENCE |
|----------|--------------------------------|--------------|----------------|------------|------------|------------|
| 02000    | NAVAJO COUNTY                  | 766          | 00             | 766        | 751        | 15         |
| 02001    | SCHOOL EQUALIZATION            | 585          | 00             | 585        | 602        | -17        |
| 07003    | HOLBROOK SD #3                 | 6948         | 2051           | 8999       | 9001       | -02        |
| 08150    | NORTHLAND JUNIOR COLLEGE       | 1353         | 313            | 1666       | 1659       | 07         |
| 11210    | SUN VALLEY VOLUNTEER FD        | 00           | 2512           | 2512       | 2224       | 288        |
| 11900    | FIRE DISTRICT ASSISTANCE FUND  | 00           | 118            | 118        | 118        | 00         |
| 14900    | NAVAJO COUNTY LIBRARY DISTRICT | 00           | 24             | 24         | 24         | 00         |
| 15728    | NAVAJO COUNTY FCD              | 00           | 240            | 240        | 263        | -23        |
|          | TOTALS                         | 9652         | 5258           | 14910      | 14642      | 268        |

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES